



The State of New Hampshire
Department of Environmental Services

Robert R. Scott, Commissioner

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MAR26'20 PM 4:57 DAS



March 19, 2020

His Excellency, Governor Christopher T. Sununu
and the Honorable Council
State House
Concord, New Hampshire 03301

REQUESTED ACTION

Authorize the Department of Environmental Services to amend a Clean Water State Revolving Fund (CWSRF) loan agreement (P.O. #9005493) with the City of Rochester (VC #177467 B002) to increase funding by \$500,000, from \$3,000,000 to \$3,500,000, under the provisions of RSA 486:14 and N.H. Code of Admin. Rules Env-Wq 500 et seq., effective upon Governor & Council approval. The original loan agreement was approved by Governor & Council on February 6, 2019 as Item No. 46. Funding is 100% CWSRF Repayment Funds.

Funding is available in the account as follows:

	<u>FY 2020</u>
03-44-44-441018-2001-301-500832	\$500,000
Dept. Environmental Services, CWSRF Loan Repayments, Loans	

EXPLANATION

The purpose of this Amendment is to increase the City of Rochester's existing CWSRF Loan by \$500,000 for the Colonial Pines Sewer Extension Phase 2 Project to fund additional engineering and construction costs associated with sewer main work on Wildwood Lane and Tingley Street from Hillside Drive to Wildwood Lane. This is a multiphased project to extend gravity sewer services to the Colonial Pines neighborhood. During the design phase, while the project scope was still in development, these areas were elevated in priority and additional funding was requested and reserved for the City. To date \$2,007,778 of this loan has been disbursed.

The final loan amount will be based on the total CWSRF funds disbursed, and may be less than \$3,500,000. Under federal capitalization grant requirements this loan includes principal forgiveness in the amount of up to \$350,000. The loan interest rate may be adjusted downward if the CWSRF loan rate in effect upon project completion is less than 2.7040%.

Attached is a tabulation of the CWSRF showing the effect of this action on the funds available for loans.

We respectfully request your approval.


Robert R. Scott, Commissioner

DEPARTMENT OF ENVIRONMENTAL SERVICES
WATER DIVISION
CLEAN WATER STATE REVOLVING FUND

Supplemental information to Governor and Council request for loan agreements under RSA 486:14 and N.H. Admin. Rules Env-Wq 500 for the municipality listed below

This request will change the balance available for loans as follows:

	CWSRF Repayment
Repayment Funds as of March 11, 2020	\$64,489,630
 Loan Agreement(s) This Request:	
City of Rochester	\$500,000
 Other Requested Action(s)	
Town of Merrimack	\$11,500,000
 Net Change [†]	\$12,000,000
Balance Available after G & C Approval	\$52,489,630

*Is net of the 4% reduction for CWSRF Program administration
See SRF Loan Status Table for breakdown of Grants by year

AMENDMENT No. 1

TO
STATE OF NEW HAMPSHIRE
WATER POLLUTION CONTROL REVOLVING FUND PROGRAM

CITY OF ROCHESTER, NEW HAMPSHIRE

ORIGINAL LOAN AGREEMENT
For Project CS-330122-14

To increase the City of Rochester's loan amount for the Colonial Pines Sewer Extension Phase 2 Project from \$3,000,000 to \$3,500,000.

Now therefore, amend the ORIGINAL LOAN AGREEMENT, as approved by Governor and Council on February 6, 2019 as Item No. 46 in the following manner:

Change only Page 1 lines 16 through 17 of the ORIGINAL LOAN AGREEMENT to read as follows:

"...State, in accordance with the terms of this Agreement, the principal sum of **Three Million, Five Hundred Thousand and 00/100 Dollars (\$3,500,000)** (Principal Sum) or such lesser amount as shall equal the aggregate...";

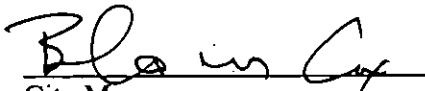
And, change only Page 1, line 21 through 22 of the ORIGINAL LOAN AGREEMENT to read as follows:

"...portion of the principal sum, not to exceed **Three Hundred Fifty Thousand and 00/100 Dollars (\$350,000)** or up to 10% of the total of Disbursements, whichever is less. In addition to the...";

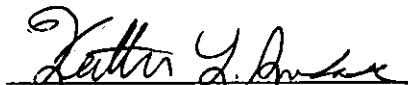
And, change only Page 3, line 5 of the ORIGINAL LOAN AGREEMENT to read as follows:
"...Completion date is hereby determined to be **December 2, 2020**; however, should the project ..."

Accepted by
City of Rochester, New Hampshire

Accepted by
State of New Hampshire


City Manager 2/24/2020
Date


Robert R. Scott, Commissioner 3-20-20
Date
Department of Environmental Services


Finance Director 2/21/2020
Date



The State of New Hampshire
Department of Environmental Services



Robert R. Scott, Commissioner

January 11, 2019

His Excellency, Governor Christopher T. Sununu
and the Honorable Council
State House
Concord, New Hampshire 03301

APPROVED G & C
DATE 2/6/19
ITEM # 46

REQUESTED ACTION

Authorize the Department of Environmental Services to approve a Clean Water State Revolving Fund (CWSRF) loan agreement with the City of Rochester (VC #177467 B002) in an amount not to exceed \$3,000,000 to finance the Colonial Pines Sewer Extension Phase 2 Project under the provisions of RSA 486:14 and N.H. Code of Admin. Rules Env-Wq 500 et seq., effective upon Governor & Council approval.

Funding is 100% CWSRF Repayment Funds.

Funding is available in the account as follows:

03-44-44-441018-2001-301-500832
Dept. Environmental Services, CWSRF Loan Repayments, Loans

FY 2019
\$3,000,000

EXPLANATION

The purpose of the requested action is to authorize the City of Rochester to borrow up to \$3,000,000 from the CWSRF to finance the Colonial Pines Sewer Extension Phase 2 Project. The City is conducting Phase 2 of providing sewer connections to the Colonial Pines neighborhood to provide wastewater treatment to an area currently served by septic systems, many of which perform poorly or experience failure. This phase will include the installation of approximately 6,500 linear feet of new sewers.

The Supplemental (final) loan amount will be based upon the total CWSRF funds disbursed, and may be less than \$3,000,000. Under federal capitalization grant requirements, this loan includes principal forgiveness of up to \$300,000.

Attached is a tabulation of the CWSRF showing the effect of this action on the funds available for loans.

We respectfully request your approval.


Robert R. Scott, Commissioner